APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

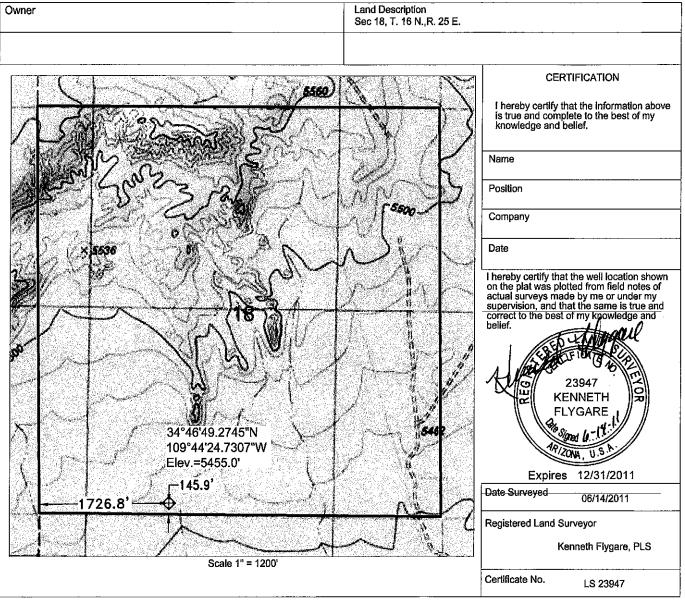
APPLICATION TO DRILL

RE-ENTER OLD WELL

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NAME OF COMPANY OR OPERATOR							
HNZ Potash LLC							
Address		City		State	Phone Number		
1900 N. Akard		Dalla	S	TX.	214.978.8684		
Drilling Contractor Stewart Brothers Drilling							
Address Milan, New Mexico							
	DES	SCRIPTION OF	WELL AND LEASE				
Federal, State or Indian Lease Number, or if fee lease, name of lessor Fee Mineral Lease, HNZ Potash			Well number HNZ Potash # 12		Elevation (ground) 5455'		
Nearest distance from proposed location to property or le		Distance from proposed location to nearset drilling, completed or applied-for well on the same lease:					
N/A feet			N/A About 3/4 mile north of HNZ #10 (P&A) feet				
Number of acres in lease			Number of wells on lease, including this well, completed in or drilling to this reservoir				
Approximately 74,000			N/A				
If lease purchased with one or more wells Nam drilled, from whom purchased. N/A	10		Add	Iress			
Well location (give footage from section lines) 1726.8' from the west line and 145.9' from the south line of	Section - Townsh Sec. 18 T16N	nip - Range or Block and Surv I 25E	/ey	Dedication per A.A.C. R12-7-104(A)(3)			
Field and reservoir (if wildcat, so state)			County	1			
Stratigraphic test well for potash			Navajo 🖊	7 pai	che		
Distance in miles and direction from nearest town or post Approximately 25 miles from Holbrook,AZ.	office						
Proposed depth: 1050'	Rotary or Rotary	cable tools		Approximate date work will start 7/1/11			
Bond status Posted Amount \$50,000	· .	ion Report (es Or a	Filing Fee of attached Attached		of \$25.00 Yes		
Remarks	Offilie	OI L	statoriou	THEOTICS			
API # 02-001-20414							
CERTIFICATE: I, the undersigned, under the p	enalty of p				of the ny to make this report, and that this		
report was prepared under my supervision and d	lirection ar	nd that the facts			Digitally signed by C. Rdan Routte		
			C. Briari	bout	Consolidated, email=bboutte@huntoil.com, c=US Date: 2011.06.14 15:16:29 -05'00'		
Mail completed form to:			Signature	nime.	South		
Oil and Gas Program Administrator Artouna Geological Survey 416 W. Congress, #100 Tucson, AZ 85701-1315			Date 6	114/	11		
Permit Number:				TATE OF	ARIZONA		
Approval Date: 6-17-2011			OIL & GAS	CONSERV	VATION COMMISSION		
Approved By: 5CRa	`	<u> </u>	Ap	plication to D	rill or Re-enter Conies		
NOTICE: Before sending in this form be sure that you requested. Much unnecessary corresponde	have given ence will thu	all information is be avoided.	Form No. 3	1 HQ 14VQ	- 		

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- 1. Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- 2. A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- 3. ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- 4. Is the operator the only owner in the dedicated acreage outlined on the plat below? YES YES NO.....
- 6. If the answer to question four is no, list all of the owners and their respective interests below:



PROPOSED CASING PROGRAM

6: H	te of Casing	Weight 20.1# 1/.8#	Grade & Type PWT HWT	Top 5485 surf.	TD	Cementing Depths C5G temp. Remove on Completion	Sacks Cement 8-9 sks for such. CSA	Driller Swythy
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